

FY 2008: Year in Review

Type of Project	Number of Applications	Proposed Capital Costs	Approved As Is	Less	Withdrawn Capital Denied	Capital Cost Savings		
Projects								
Hospitals	34	\$360,064,169	26	6	0	2	\$ 7,602,073	
Nursing Homes	13	87,774,257	11	1	1	0	16,865,106	
Freestanding	2	3,512,000	0	2	0	0	782,000	
Residential Care	17	87,609,253	14	1	1	1	19,117,000	
Cost Overruns	3	39,468,298	3	0	0	0	0	
SUB-TOTAL 69			\$578,427,977	54	10	2	3	\$44,366,179
Non-App. Requests	57	145,931,417	57	0	0	0	0	
GRAND TOTAL 126			\$724,359,394	111	10	2	3	\$44,366,179

In FY 2008, the Certificate of Need Program continued to maintain a busy pace. Although the volume of applications (69) was slightly lower than the 75 reviewed in FY 2007, proposed project costs were 2.6 times higher than those reviewed in FY 2007. Furthermore, total savings were more than 3 times those reported in FY 2007.

Activity relating to long-term care facilities, including intermediate care and skilled nursing facilities (ICF/SNF)s, residential care and assisted living facilities (RCF/ALF)s and long term care hospitals (LTCH)s, increased in FY 2008. The following chart provides a breakdown of the LTC proposals processed in FY 2008:

Long Term Care Proposals Processed in FY 2008

Project Types	ICF/SNF		RCF/ALF LTCH			TOTAL		
	Proposals	Beds	Proposals	Beds	Proposals	Beds	Proposals	Beds
Full Applications								
– New Facility 2		240	9	556	3	113	14	909
– Expansion 2		41	1	16	0	0	3	157
Expedited Applications								
– Bed Purchase 5		198	2	17	n/a	n/a	7	215
– Bed Replacement 2		366	3	52	n/a	n/a	5	418
– Renovate/Modernize 2		604	2	310	n/a	n/a	4	914
Non-Applicabilty								
– 10-Bed/10% 16		106	19	61	n/a	n/a	35	167
– < \$600,000 2		0	10	186	n/a	n/a	12	186
TOTAL	31	1,555	46	1,198	3	113	80	2,866

In FY 2008, LTC proposals involving 2,866 beds were reviewed. This was a substantial increase from the 1,334 reviewed in FY 2007. However, many proposals did not involve additional beds.

The seven purchase and five replacement applications for ICF/SNF and RCF/ALF facilities allowed 633 beds to be moved from one location to another. The four renovation/modernization applications allowed an additional 914 beds to be upgraded in place. Thus, the actual number of "additional beds" reviewed in FY 2008 was 1,319.

Finally, all of the additional LTC beds reviewed will not be developed. Four applications for a total of 276 beds were either denied or withdrawn. Two non-applicability proposals for nine beds were relinquished. As a result, the actual number of additional LTC beds to be developed from actions taken in FY 2008 will be 1,034 (267 ICF/SNF, 684 RCF/ALF and 83 LTCH).